GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

R&B Dept- State Highways – APRSP- Widening and Strengthening of Pedana - Nuzvid - Vissannapet road from Km 7/000 to km 22/100 in Krishna District, A.P.(Balance work) - PNV-08 A - Arb. Case No. 86/2022 - In the matter of M/s KCPL - VCPL JV Vs Chief Engineer (R&B) SH & MD, APRDC, Vijayawada - Payment to the Arbitrators - Administrative Sanction -Accorded- Orders- Issued.

TRANSPORT, ROADS AND BUILDINGS (R.IV) DEPARTMENT

G.O.RT.No. 268 Dated: 30-08-2024

Read the following :

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From the Chief Engineer (R&B) SH & MD, APRDC, Vijayawada, Lr. No. 220322/APRSP/PNV-08A/PD/EE(PPP)/DEE-2/AEE-7/2022,Dt:27.01.2023 & 03.05.2023

ORDER:

In the letter read above, the Chief Engineer (R&B) SH & MD, APRDC, AP, Vijayawada has informed that the work Widening and Strengthening of Pedana - Nuzvid - Vissannapet road from Km 7/000 to km 22/100 in Krishna District, A.P.(Balance work) - PNV - 08 A" was taken up under APRSP with loan assistance from World Bank. The work was entrusted to M/s KCPL – VCPL (JV), Vijayawada and the work was completed. The Contractor issued a notice regarding certain claims and compensation payable by APRDC in the Contract Agreement for the subject work and invoked clause GCC 25.4 of Special Conditions of Contract Agreement. Arbitral tribunal constituted with three members.

2) He has further stated that the Hon'ble Tribunal Procedural order informed that the total claim of the Claimant is to the tune of Rs.67,54,19,650/-. As per the Fourth schedule to the Arbitration Act as well as the ICADR rules, the fee of each Arbitrator works out to Rs.30,00,000/-. Out of Rs.30,00,000/- to be paid to the Arbitrator 50% shall be borne by APRDC (Respondent) and the remaining 50% shall be paid by the Claimant. Hence, the Chief Engineer (R&B) SH & MD, APRDC, AP has requested to accord Administrative Sanction for an amount of Rs.45,00,000/- for payment to the three (3) Arbitrators towards arbitration Fees Rs.15,00,000/- each.

(Contd..2)

3) After careful examination of the matter, Government hereby accord administrative sanction for an amount of Rs.45,00,000/- for payment to the three (3) Arbitrators towards arbitration Fees Rs.15,00,000/- each for the work "Widening and Strengthening of Pedana - Nuzvid - Vissannapet road from Km 7/000 to km 22/100 in Krishna District, A.P.(Balance work) - PNV -08 A".

4) The amount sanctioned in para (3) above shall be met under the Head of Account 5054-04-MH 800-GH 11-SH(33)-280-281.

5) This order is issues with the concurrence of the Finance Dept vide their, Uo.No.FIN01-FMUOMRAS(TRBD)/51/2023-FMU-TRB, 2007109 (1995557), dt.12.06.2024.

6) The Chief Engineer (R&B) SH & MD, APRDC, AP shall take further necessary action in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

KANTILAL DANDE
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Chief Engineer (R&B) SH & MD, APRDC, AP, Vijayawada
Copy to:
The OSD to Hon'ble Minister for R&B Dept.
PS to Principal Secretary to Government, TR&B Dept.
The Finance (FMU.TR&B) Department
SF/SC

//FORWARDED:: BY ORDER

SECTION OFFICER